

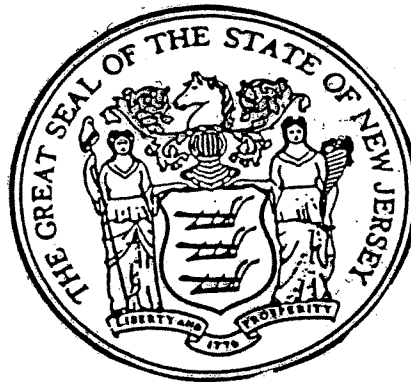
# QUARTERLY REPORT

**LICENSEE** ADAMAR OF NEW JERSEY, INC.

TROPICANA CASINO & RESORT

**FOR THE QUARTER ENDED** JUNE 30, 20 03

**TO THE  
CASINO CONTROL COMMISSION  
STATE OF NEW JERSEY**



**DIVISION OF FINANCIAL EVALUATION  
REPORTING MANUAL**

TRADING NAME OF LICENSEE Adamar of New Jersey, Inc. d/b/a Tropicana Casino & Resort

LIST OF FORMS – QUARTERLY REPORT

FOR THE QUARTER ENDED: JUNE 30, 2003

<u>TITLE</u>	<u>FORM NO.</u>
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Statements of Income (Three Months)	CCC-215
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## BALANCE SHEETS

AS OF JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	<b>ASSETS</b>		
	Current Assets:		
1	Cash and Cash Equivalents.....	\$ 34,374	\$ 24,161
2	Short-Term Investments.....	0	0
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2003, \$13,296 ; 2002, \$16,345).....	13,425	15,732
4	Inventories.....	3,421	3,672
5	Prepaid Expenses and Other Current Assets.....	12,825	14,459
6	Total Current Assets.....	64,045	58,024
7	Investments, Advances, and Receivables..... (Note 4,5).....	20,251	17,934
8	Property and Equipment - Gross..... (Note 2).....	880,005	777,855
9	Less: Accumulated Depreciation and Amortization..... (Note 2).....	(248,133)	(225,408)
10	Property and Equipment - Net..... (Note 2).....	631,872	552,447
11	Other Assets.....	13,890	10,376
12	Total Assets.....	\$ 730,058	\$ 638,781
	<b>LIABILITIES AND EQUITY</b>		
	Current Liabilities:		
13	Accounts Payable.....	\$ 10,866	\$ 8,789
14	Notes Payable.....	0	0
	Current Portion of Long-Term Debt:		
15	Due to Affiliates.....	0	0
16	Other..... (Note 3).....	125	381
17	Income Taxes Payable and Accrued.....	0	0
18	Other Accrued Expenses.....	24,727	23,742
19	Other Current Liabilities.....	17,080	7,683
20	Total Current Liabilities.....	52,798	40,595
	Long-Term Debt:		
21	Due to Affiliates..... (Note 3,5).....	447,000	447,000
22	Other..... (Note 3).....	130	254
23	Deferred Credits.....	0	0
24	Other Liabilities..... (Note 5).....	96,397	17,703
25	Commitments and Contingencies..... (Note 4).....	0	0
26	Total Liabilities.....	596,325	505,552
27	Stockholder's, Partners', or Proprietor's Equity.....	133,733	133,229
28	Total Liabilities and Equity.....	\$ 730,058	\$ 638,781

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

# STATEMENTS OF INCOME

FOR THE SIX MONTHS ENDED JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Revenue:		
1	Casino.....	\$ 193,179	\$ 196,066
2	Rooms.....	22,868	23,610
3	Food and Beverage.....	26,189	26,018
4	Other.....	6,680	6,897
5	Total Revenue.....	248,916	252,591
6	Less: Promotional Allowances.....	44,334	45,284
7	Net Revenue.....	204,582	207,307
	Costs and Expenses:		
8	Cost of Goods and Services..... (Note 5).....	116,203	118,261
9	Selling, General, and Administrative..... (Note 5).....	28,340	29,928
10	Provision for Doubtful Accounts.....	737	1,150
11	Total Costs and Expenses.....	145,280	149,339
12	Gross Operating Profit.....	59,302	57,968
13	Depreciation and Amortization.....	14,370	13,663
	Charges from Affiliates Other than Interest:		
14	Management Fees..... (Note 5).....	17,650	17,591
15	Other.....	0	0
16	Income (Loss) from Operations.....	27,282	26,714
	Other Income (Expenses):		
17	Interest (Expense) - Affiliates..... (Note 3).....	(27,331)	(26,851)
18	Interest (Expense) - External..... (Note 3).....	3,333	1,031
19	Investment Alternative Tax and Related Income (Expense) - Net...(Note 4).....	(87)	2,421
20	Nonoperating Income (Expense) - Net.....	(2,136)	(3,098)
21	Total Other Income (Expenses).....	(26,221)	(26,497)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	1,061	217
23	Provision (Credit) for Income Taxes.....	1,430	163
24	Income (Loss) Before Extraordinary Items.....	(369)	54
25	Extraordinary Items (Net of Income Taxes - 2003, \$0 2002, \$0 ) .....	0	0
26	Net Income (Loss).....	\$ (369)	\$ 54

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

# STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	Revenue:		
1	Casino.....	\$ 99,326	\$ 98,173
2	Rooms.....	12,350	12,545
3	Food and Beverage.....	13,164	13,094
4	Other.....	3,577	4,179
5	Total Revenue.....	128,417	127,991
6	Less: Promotional Allowances.....	22,190	22,670
7	Net Revenue.....	106,227	105,321
	Costs and Expenses:		
8	Cost of Goods and Services..... (Note 5).....	59,221	59,781
9	Selling, General, and Administrative..... (Note 5).....	14,377	14,851
10	Provision for Doubtful Accounts.....	368	545
11	Total Costs and Expenses.....	73,966	75,177
12	Gross Operating Profit.....	32,261	30,144
13	Depreciation and Amortization.....	7,375	6,855
	Charges from Affiliates Other than Interest:		
14	Management Fees..... (Note 5).....	7,500	7,500
15	Other.....	0	0
16	Income (Loss) from Operations.....	17,386	15,789
	Other Income (Expenses):		
17	Interest (Expense) - Affiliates..... (Note 3).....	(13,742)	(13,410)
18	Interest (Expense) - External..... (Note 3).....	1,849	557
19	Investment Alternative Tax and Related Income (Expense) - Net...(Note 4).....	(81)	2,738
20	Nonoperating Income (Expense) - Net.....	(1,124)	(2,119)
21	Total Other Income (Expenses).....	(13,098)	(12,234)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	4,288	3,555
23	Provision (Credit) for Income Taxes.....	4,882	1,578
24	Income (Loss) Before Extraordinary Items.....	(594)	1,977
25	Extraordinary Items (Net of Income Taxes - 2003, \$0 ; 2002, \$0 ) .....	0	0
26	Net Income (Loss).....	\$ (594)	\$ 1,977

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

## STATEMENTS OF CHANGES IN STOCKHOLDER'S EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2002 AND THE SIX MONTHS ENDED JUNE 30, 2003

(UNAUDITED)  
(\$ IN THOUSAND)

Line (a)	Description (b)	Common Stock		Preferred Stock		Additional Paid-In Capital (g)	(h)	Retained Earnings (Accumulated) (Deficit) (i)	Total Stockholder's Equity (Deficit) (j)
		Shares (c)	Amount (d)	Shares (e)	Amount (f)				
1	Balance, December 31, 2001	100	\$ 1	0	\$ 0	\$ 127,071	\$ 0	6,103	\$ 133,175
2	Net Income (Loss) - 2002							927	927
3	Contribution to Paid-in -Capital								
4	Dividends								
5	Prior Period Adjustments								
6									
7									
8									
9									
10	Balance, December 31, 2002	100	\$ 1	0	\$ 0	\$ 127,071	\$ 0	7,030	\$ 134,102
11	Net Income (Loss) - 2003							(369)	(369)
12	Contribution to Paid-in -Capital								
13	Dividends								
14	Prior Period Adjustments								
15									
16									
17									
18									
19	Balance, June 30, 2003	100	\$ 1	0	\$ 0	\$ 127,071	\$ 0	6,661	\$ 133,733

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE TROPICANA CASINO AND RESORT**STATEMENTS OF CASH FLOWS**

FOR THE SIX MONTHS ENDED JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
1	NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES.....	\$ 72,325	\$ 19,271
	CASH FLOWS FROM INVESTING ACTIVITIES:		
2	Purchase of Short-Term Investment Securities.....		
3	Proceeds from the Sale of Short-Term Investment Securities.....		
4	Cash Outflows for Property and Equipment.....	(57,928)	(21,574) *
5	Proceeds from Disposition of Property and Equipment.....	35	6
6	Purchase of Casino Reinvestment Obligations.....	(2,426)	(2,484)
7	Purchase of Other Investments and Loans/Advances made.....		
8	Proceeds from Disposal of Investments and Collection of Advances and Long-Term Receivables.....	1,404	13,126
9	Cash Outflows to Acquire Business Entities.....		
10			
11			
12	Net Cash Provided (Used) By Investing Activities.....	(58,915)	(10,926)
	CASH FLOWS FROM FINANCING ACTIVITIES:		
13	Cash Proceeds from Issuance of Short-Term Debt.....		
14	Payments to Settle Short-Term Debt.....		
15	Cash Proceeds from Issuance of Long-Term Debt.....		
16	Costs of Issuing Debt.....		
17	Payments to Settle Long-Term Debt.....	(72)	(1,518)
18	Cash Proceeds from Issuing Stock or Capital Contributions.....		
19	Purchases of Treasury Stock.....		
20	Payments of Dividends or Capital Withdrawals.....		
21			
22			
23	Net Cash Provided (Used) By Financing Activities.....	(72)	(1,518)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....	13,338	6,827
25	Cash and Cash Equivalents at Beginning of Period.....	21,036	17,334
26	Cash and Cash Equivalents at End of Period.....	34,374	\$ 24,161
	CASH PAID DURING PERIOD FOR:		
27	Interest (Net of Amount Capitalized).....	\$ (3,333)	\$ 18,410
28	Income Taxes.....	\$	\$

\* Certain 2002 amounts have been reclassified to conform with 2003 presentation.

The accompanying notes are an integral part of the financial statements.  
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE

TROPICANA CASINO AND RESORT

# STATEMENTS OF CASH FLOWS

FOR THE SIX MONTHS ENDED JUNE 30, 2003 AND 2002

(UNAUDITED)  
(\$ IN THOUSANDS)

LINE (a)	DESCRIP (l)	2003 (c)	2002 (d)
	NET CASH FLOWS FROM OPERATING ACTIVITIES:		
29	Net Income (Loss).....	\$ (369)	\$ 54
	Noncash Items Included in Income and Cash Items Excluded from Income:		
30	Depreciation and Amortization of Property and Equipment.....	14,370	13,499
31	Amortization of Other Assets.....	0	164
32	Amortization of Debt Discount or Premium.....	(11)	(56)
33	Deferred Income Taxes - Current.....	0	0
34	Deferred Income Taxes - Noncurrent.....	(82)	29
35	(Gain) Loss on Disposition of Property and Equipment.....	77	1,090
36	(Gain) Loss on Casino Reinvestment Obligations.....	35	(2,681)
37	(Gain) Loss from Other Investment Activities.....		
	Net (Increase) Decrease in Receivables and Patrons'		
38	Checks.....	553	670
39	Net (Increase) Decrease in Inventories.....	(163)	(415)
40	Net (Increase) Decrease in Other Current Assets.....	(2,555)	(2,027)
41	Net (Increase) Decrease in Other Assets.....	(868)	(154)
42	Net Increase (Decrease) in Accounts Payable.....	1,658	(2,734)
	Net Increase (Decrease) in Other Current Liabilities		
43	Excluding Debt.....	2,622	2,231
	Net Increase (Decrease) in Other Noncurrent Liabilities		
44	Excluding Debt.....	57,058	9,601
45	Extraordinary items (net of tax).....		
46			
47	Net Cash Provided (Used) By Operating Activities.....	\$ 72,325	\$ 19,271

## SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

	ACQUISITION OF PROPERTY AND EQUIPMENT:		
48	Additions to Property and Equipment.....	\$ (57,928)	\$ (21,574)
49	Less: Capital Lease Obligations Incurred.....	0	0
50	Cash Outflows for Property and Equipment.....	\$ (57,928)	\$ (21,574)
	ACQUISITION OF BUSINESS ENTITIES:		
51	Property and Equipment Acquired.....	\$ 0	\$ 0
52	Goodwill Acquired.....	0	0
	Net Assets Acquired Other than Cash, Goodwill, and		
53	Property and Equipment.....	0	0
54	Long-Term Debt Assumed.....	0	0
55	Issuance of Stock or Capital Invested.....	0	0
56	Cash Outflows to Acquire Business Entities.....	\$ 0	\$ 0
	STOCK ISSUED OR CAPITAL CONTRIBUTIONS:		
57	Total Issuances of Stock or Capital Contributions.....	\$ 0	\$ 0
58	Less: Issuances to Settle Long-Term Debt.....	0	0
59	Consideration in Acquisition of Business Entities.....	0	0
60	Cash Proceeds from Issuing Stock or Capital Contributions.....	\$ 0	\$ 0

\* Certain 2002 amounts have been reclassified to conform with 2003 presentation.

Capital Lease Obligations of \$0 and \$0 were incurred for 2003 and 2002, respectively.  
Capital lease obligation retirements of \$0 and \$0 were incurred for 2003 and 2002, respectively.



TRADING NAME OF LICENSEE

TROPICANA CASINO AND RESORT

## SCHEDULE OF PROMOTIONAL EXPENSES AND ALLOWANCES

(\$ IN THOUSANDS)

FOR THE SIX MONTHS ENDED JUNE 30, 2003

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	146,904	\$ 11,303	0	\$ 0
2	Food	1,174,402	11,509	2,710	27
3	Beverage	3,872,353	4,731	0	0
4	Travel	0	0	6,525	2,284
5	Bus Program Cash	314,466	4,726	0	0
6	Other Cash Complimentaries	659,790	9,801	0	0
7	Entertainment	20,400	41	20,961	419
8	Retail & Non-Cash Gifts	0	0	54,706	547
9	Parking	0	0	0	0
10	Other	603,480	2,223	143,204	541
11	Total	6,791,795	\$ 44,334	228,106	\$ 3,818

\*\* There are no complimentary services or items in Line 10 "other" which exceeds 5% of that column's total.

FOR THE THREE MONTHS ENDED JUNE 30, 2003

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	68,775	\$ 5,410	0	\$ 0
2	Food	593,960	5,820	1,223	12
3	Beverage	1,949,327	2,380	0	0
4	Travel	0	0	3,237	1,134
5	Bus Program Cash	168,737	2,536	0	0
6	Other Cash Complimentaries	358,299	4,860	0	0
7	Entertainment	20,400	41	9,894	198
8	Retail & Non-Cash Gifts	0	0	30,052	300
9	Parking	0	0	0	0
10	Other	314,780	1,143	75,782	271
11	Total	3,474,278	\$ 22,190	120,188	\$ 1,915

\*\* There are no complimentary services or items in Line 10 "other" which exceeds 5% of that column's total.

ADAMAR OF NEW JERSEY, INC.  
DBA TROPICANA CASINO AND RESORT  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE SIX MONTHS ENDED JUNE 30, 2003 AND 2002

**NOTE 1. DISCLOSURES NOT PRESENTED AND RECENT ACCOUNTING PRONOUNCEMENTS**

Certain footnotes have not been presented in these Notes to Consolidated Financial Statements. These footnotes would be a duplicate of items contained in the Casino Control Commission Annual Report for the year ended December 31, 2002.

The specific footnotes not presented are the Summary of Significant Accounting Policies and Lease Obligations. The footnotes contained in the December 31, 2002 Annual Report should be read in conjunction with these financial statements.

In the first quarter of 2001, the Emerging Issues Task Force ("EITF") reached a consensus on certain issues in EITF 00-22 "Accounting for Points and Certain Other Time-Based or Volume-Based Sales Incentive Offers, and Offers for Free Products or Services to Be Delivered in the Future", which addresses the income statement classification of the value of the points redeemable for cash awarded under point programs. Per the consensus, the cost of these programs should be reported as a contra-revenue, rather than as an expense.

EITF 00-14 "Accounting for Certain Sales Incentives", which is effective January 1, 2002, focuses on the accounting for, and presentation of, discounts, coupons, and rebates. EITF 00-14 requires that cash or equivalent amounts provided or returned to customers as part of a single exchange transaction should not be shown as an expense but should be an offset to the related revenue.

Beginning September 30, 2002, the Casino Control Commission has required these classifications be made and accordingly, we have restated the comparable 2002 periods.

**NOTE 2. PROPERTY AND EQUIPMENT**

At June 30, 2003 and 2002, the components of Property and Equipment consisted of:

	<u>2003</u>	<u>2002</u>
Land and land improvements	\$ 49,974,000	\$ 49,974,000
Building and improvements	575,733,000	562,490,000
Furniture, fixtures and equipment	139,421,000	127,447,000
Leased personal property	2,254,000	4,319,000
Construction in progress	<u>112,623,000</u>	<u>33,625,000</u>
Total property and equipment-gross	880,005,000	777,855,000
Accumulated depreciation	<u>(248,133,000)</u>	<u>(225,408,000)</u>
Total property and equipment	\$ 631,872,000 =====	\$ 552,447,000 =====

**NOTE 3. LONG-TERM DEBT**

At June 30, 2003 and 2002, Long-Term Debt consisted of:

Due to Affiliates:	<u>2003</u>	<u>2002</u>
Notes Payable - Aztar Corporation; 12.0% due 2004	\$ 447,000,000	\$ 447,000,000
Long-term debt due to affiliates	447,000,000	447,000,000
Obligations under capital leases	<u>255,000</u>	<u>635,000</u>
Total Affiliates and Other	447,255,000	447,635,000
Less: current portion	<u>(125,000)</u>	<u>(381,000)</u>
Total long-term debt	\$ 447,130,000 =====	\$ 447,254,000 =====

Substantially all of the Company's property and equipment is pledged as collateral for long-term debt.

**NOTE 4. COMMITMENTS AND CONTINGENCIES**Licensing

On November 26, 1982, the Company was granted a plenary gaming license by the New Jersey Casino Control Commission. The license is renewable every four years. The license renewal period is effective through November 30, 2003. Management has received no indication that future renewals will not be granted.

The Company is a party to various claims, legal actions and complaints arising in the ordinary course of business or asserted by way of defense or counter-claim in actions filed by the Company. Management believes that its defenses are substantial in each of these matters, and the Company's legal posture can be successfully defended or satisfactorily settled without material adverse effect on its consolidated financial position.

The New Jersey Casino Control Commission imposes an annual tax of eight percent on gross casino revenue. Pursuant to legislation adopted in 1984, casino licensees are required to invest an additional one and one-quarter percent of gross casino revenue for the purchase of bonds to be issued by the Casino Reinvestment Development Authority ("CRDA") or make other approved investments equal to that amount; in the event the investment requirement is not met, the casino licensee is subject to a tax of two and one-half percent on gross casino revenue. As mandated by the legislation, the interest rate of the CRDA bonds purchased by the licensee will be two-thirds of the average market rate for bonds available for purchase and published by a national bond index at the time of the CRDA bond issuance. The CRDA bonds have various contractual maturities that range from 11 to 44 years. Actual maturities may differ from contractual maturities because of prepayment rights. The Company's reinvestment obligation for 2003 and 2002, respectively, was \$2,426,000 and \$2,484,000 for the purchase of CRDA bonds. The Company recorded a loss provision for 2003 of \$35,000. For

2002 the Company recorded a loss provision of \$588,000 offset by a gain of \$3,269,000 resulting from the return of our CRDA deposits. The loss provision is to recognize the effect of the below market interest rate the bonds would have borne had they been issued on June 30, 2003.

In May 1996, the Company completed construction on an expansion project. The expansion consisted primarily of a new 604-room hotel tower, with additional restaurant and support facilities in the existing operation. The Company has executed a credit agreement with the CRDA for approximately \$24,500,000 in funding for this project. The Company receives funds from the CRDA based on expenditures made for the project to the extent the Company has available funds on deposit with the CRDA that qualify for this funding. As of June 30, 2003, the Company received approximately \$24,300,000 in funding from the CRDA under this agreement and had approximately \$200,000 in available deposits with the CRDA that qualify and accordingly reclassified this amount to accounts receivable. The balance of funding will be realized from portions of future CRDA deposits.

In April 2002, the Company commenced construction on a major expansion project. The expansion will consist primarily of a retail, dining and entertainment complex along with a 502-room convention hotel tower. The Company has executed a credit agreement with the CRDA for approximately \$20,100,000 in funding in connection with this expansion project. The Company receives funds from the CRDA based on expenditures made for the project to the extent the Company has available funds on deposit with the CRDA that qualify for this funding. As of June 30, 2003, the Company received approximately \$15,700,000 in funding from the CRDA under this agreement and had approximately \$600,000 in available deposits with the CRDA that qualify and accordingly reclassified this amount to accounts receivable. The balance of funding will be realized from portions of future CRDA deposits.

At June 30, 2003, the Company had commitments of approximately \$109,300,000 for the Atlantic City Tropicana expansion project.

**NOTE 5. RELATED PARTIES**

Transactions with affiliates consist of expenditures by affiliates on the Company's behalf including purchases of assets, facility rental, and administrative expenses or cash advances to affiliates or other receivables from affiliates. The Company has many significant transactions with Aztar.

Aztar performs various corporate services for the Company. For the period ended June 30, 2003 and 2002, Aztar charged the Company a management fee of \$17,650,000 and \$17,591,000, respectively.

Due to affiliates is reflected in Other Liabilities. The identity of the affiliate and corresponding balances at June 30, 2003 and 2002 are:

	<u>2003</u>	<u>2002</u>
Due to Aztar Corporation	\$ 78,623,000	\$ 7,179,000
Due to Ramada New Jersey, Inc.	238,000	163,000
Due to Adamar Garage Corporation	14,913,000	10,213,000
Due to Atlantic Deauville, Inc.	<u>218,000</u>	<u>148,000</u>
	\$ 93,992,000	\$ 17,703,000
	=====	=====

Advances to affiliates are reflected in Investments, Advances and Receivables. The identity of the affiliate and corresponding balances at June 30, 2003 and 2002 are:

	<u>2003</u>	<u>2002</u>
Advances to Tropicana West	\$ <u>1,817,000</u>	\$ <u>1,824,000</u>
	\$ 1,817,000	\$ 1,824,000
	=====	=====

Notes payable to related parties are included in Long-term debt to affiliates (See Note 3). The identity of the affiliate and corresponding balances at June 30, 2003 and 2002 are:

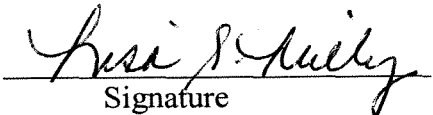
<u>PAYEE</u>	<u>2003</u>	<u>2002</u>
Aztar Corporation	\$ 447,000,000	\$ 447,000,000

For the six months ended June 30, 2003 and 2002 the Company incurred charges from affiliates which are indicated in the accompanying Statements of Income as Cost of Goods and Services and Selling, General, and Administrative. The nature of the charges and dollar amounts are as follows:

	<u>2003</u>	<u>2002</u>
<u>COST OF GOODS AND SERVICES</u>		
Executive deferred compensation plan	\$ 2,000	\$ 3,000
Property insurance	<u>1,180,000</u>	<u>395,000</u>
	<u>1,182,000</u>	<u>398,000</u>
<u>SELLING, GENERAL AND ADMINISTRATIVE</u>		
Insurance	247,000	161,000
Executive deferred compensation plan	13,000	12,000
Claims	51,000	63,000
Professional services	<u>2,000</u>	<u>1,000</u>
	<u>313,000</u>	<u>237,000</u>
Total	\$ 1,495,000	\$ 635,000
	=====	=====

## STATEMENT OF CONFORMITY, ACCURACY AND COMPLIANCE

1. I have examined this Quarterly Report.
2. All the information contained in this Quarterly Report has been prepared in conformity with the Casino Control Commission's Quarterly Report Instructions and Uniform Chart of Accounts.
3. To the best of my knowledge and belief, the information contained in this report is accurate.
4. To the best of my knowledge and belief, except for the deficiencies noted below, the licensee submitting this Quarterly Report has remained in compliance with the financial stability regulations contained in N.J.A.C. 19:43-4.2(b)1-5 during the quarter.

  
Signature

Controller

005939-11  
License Number

On Behalf of:

Tropicana Casino & Resort  
Casino Licensee